

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 27, 1996

SUBJECT: **SB 3209 - HB 3212**

This bill, if enacted, will provide an exemption from the sales tax for the cost of carpet installation in a charitable institution which is exempted from the payment of such taxes for carpet purchased by such institution.

The fiscal impact from enactment of this bill is estimated to be a decrease in state and local government revenues. The decrease in revenues are estimated to exceed \$200,000 to the state and exceed \$75,000 to local governments. These estimates assume average monthly sales tax collections of approximately \$170,000 from carpentry and floor work contractors, 50% representing carpet installation, and 24.4% of active exempt accounts (charitable) to total sales tax accounts.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive, flowing style.

SB 3209 - HB 3212

James A. Davenport, Executive Director